



**STATE OF HAWAII**  
**DEPARTMENT OF ACCOUNTING AND GENERAL SERVICES**  
P.O. BOX 119, HONOLULU, HAWAII 96810-0119

JAN - 5 2012

**COMPTROLLER'S MEMORANDUM NO. 2012-01**

TO: Heads of Departments and Agencies

ATTN: Fiscal Offices

SUBJECT: 2012 Standard Mileage Rate Announced by Internal Revenue Service (IRS)

The Internal Revenue Service has announced in IR-2011-116 dated December 9, 2011 that the standard mileage rate to be used in computing the value of the business use of an automobile for 2012 is 55.5 cents per mile. The rate remains the same as the rate that became effective July 1, 2011 for business miles driven from July 1, 2011 through December 31, 2011.

As a reminder, for those employees not covered by collective bargaining agreements which adhere to the IRS issued rates, any amounts paid in excess of the 55.5 cents per mile must be reported as taxable income.

Please forward this information to offices in your department responsible for computing the taxable portion of mileage reimbursements to your employees.

  
JAN S. GOUVEIA  
Acting State Comptroller